The Knight Law Group Noel Knight, Esq., SBN #223821 800 J Street, #441, Sacramento, CA 95814 Tel: 510-435-9210 - cell/text; 3 Fax: 510-281-6889 lawknight@theknightlawgroup.com 5 Attorneys for Debtor... 6 UNITED STATES BANKRUPTCY COURT 7 NORTHERN DISTRICT OF CALIFORNIA - SAN JOSE DIVISION 8 9 Case No: 2018 - 50909 IN RE: 10 Chapter 11 11 GREGORY LAMONT BELCHER Adversary No. 18 - 05048 12 EX PARTE MOTION FOR Debtor and (Rightful) and... 13 TEMPORARY RESTAINING ORDER... Debtor-in-Possession. 14 AND ORDER TO SHOW CAUSE RE: 15 PRELIMINARY INJUNCTION; PROPOSED ORDER 16 17 Thursday, October 25, 2018 18 10:30 a.m. 19 20 Pursuant to the Verified Complaint as against Ag-Seeds Unlimited 21 ("Ag-Seeds") which is lodged in this Court as Adversarial #2018 - 05048, 22 Debtor GREGORY LAMONT BELCHER ("Belcher 'and/or "Debtor") by and through 23 his attorney, hereby submits this MOTION FOR TEMPORARY RESTRAINING ORDER 24 and OSC FOR PRELIMINARY INJUNCTION as against Adversarial Defendant 25 Paul Greenfield. REQUEST FOR TRO - PAUL GREENFIELD

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1. This Court has jurisdiction as to claims for relief asserted herein under 28 U.S.C. §§1334 and 157; and Venue is proper pursuant to 28 U.S.C. §1409.

- 2. This adversary proceeding is brought to this Court pursuant to 29 U.S.C. §2201 and Rule 7001 of the F.R.B.P.
- 3. This adversary proceeding is a "core" proceeding pursuant to 28 U.S.C. §157 (b)(2)(A) and 28 U.S.C. §157 (b)(2)(J), in that it is a request for an injunction, pursuant to 11 U.S.C. §105, prohibiting the continuation of state court litigation that threatens the effective administration of Plaintiff's reorganization plan.

THE PARTIES & INVOLVED ENTITIES

- 4. Gregory Lamont Belcher is the Debtor in the parent Chapter 11 # 2018 -50909. Belcher is an orthopedic surgeon who, due to dire life circumstances resulting in severe financial difficulties, filed for Chapter 11 in this Court, while doing so residing at 22000 Dorsey Way, Saratoga, California (the "Property"); Property being the Estate's principal asset in regard to the satisfaction of all debt, secured and unsecured.
- 4. Paul Greenfield (hereinafter "Greenfield") is a real estate investor who is doing business in and a resident of the State of California.

As to factual history, A disposition hearing was held in this matter on August 30, 2018 regarding the state of the bankruptcy and further request for automatic stay for the Estate; with a subsequent disposition hearing scheduled for September 13, 2018.

On September 13, 2018, it was learned while in court that between the respective disposition hearings, Dakota Note, LLC, the holder of the 2nd Deed on 22000 Dorsey Way, Saratoga, without notice, had foreclosed on the property by Reversion to Beneficiary and then subsequently transferred it by sale on September 11, 2018 to Paul Greenfield with whom they were in motion joinder to dismiss the Belcher bankruptcy estate; and doing so for a value about one quarter of the appraised fair market value of the property.

It is Debtor's contention that this collusive transaction constitutes a fraudulent one as against the Debtor's Estate, having stripped the Estate of almost \$1.8 million in equity, rendered the Debtor insolvent, and thwarted any satisfaction for the Estate's unsecured creditors.

THE STATE COURT LITIGATION

As result of the events detailed above, Greenfield filed Unlawful Detainer in the Superior Court of Santa Clara, case # 18CV335896 seeking the eviction of Belcher and his family from the Property, See – Exhibit 1; a Demurrer has been filed against this action.

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DEFENDANT GREENFIELD'S ACTIONS HAVE IMMEDIATE AND DIRECT NEGATIVE IMPACT UPON THE DEBTOR'S ABILITY TO REORGANIZE

Under the historical and factual circumstances as presented, Greenfield's pursuit of his Unlawful Detainer is by design and impact having a **dire impact** on Belcher's ability to both survive and any plan to achieve reorganization. Without the property there can be no Plan and no ability to pay the unsecured creditors as listed in **Exhibit 2**.

REQUEST TO THIS COURT

As result of Greenfield's actions as listed above, which Plaintiff believes were willful and in blatant disregard of the bankruptcy rules and designed to cause injury to the Plaintiff and his family and the totality of his creditorship, Plaintiff requests that...

A Protective Order in the form of a TEMPORARY RESTRAINING ORDER,
followed by a Preliminary Injunction, against Belcher which protects the
Debtor, his family, and unsecured creditors from any further Unlawful Detainer
action and is based on the following rationale...To obtain a protective order, a party must
show that it requires protection from unwarranted annoyance, oppression, or undue expense;
See - 11 U.S.C. §105 and F.R.B.P. 9018.

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BRIEF ON LEGAL ISSUES

THE COURT SHOULD AUTHORIZE A PRELIMINARY INJUNCTION BARRING GREENFIELD FROM PURSUING ANY ACTION AS AGAINST DEBTOR BELCHER AS SUCH ACTION WILL IRREPARABLY HARM THE PLAINTIFF

IRREPERABLE INJURY

Continuing the State Court Unlawful Detainer Action will cause irreparable harm to the administration of Plaintiff's Plan in that ultimately, due to unstable home life combined with lack of credit or financing, Plaintiff will not be able to house his family, clear his name by appeal in the Court of Appeals, or carry out the basic activities necessary for a successful existence.

BALANCE OF HARM

The potential harm to the Plaintiff if the Unlawful Detainer action continues far outweighs any potential harm to Greenfield. If an injunction issues, the measure of harm to Greenfield would be the injury, if any, that results from delay in prosecuting the Unlawful Detainer action. To wit, such harm would be non-existent or minimal to Greenfield, as Plaintiff Belcher will be selling the Property and satisfying all his creditors.

On the other hand, Plaintiff has suffered great harm already and will likely suffer IRREPARABLE HARM if the TRO does not issue, as set forth above. therefore the balance of hardships here weighs heavily in favor of the Plaintiff and against Greenfield..

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PUBLIC INTEREST

Issuance of a temporary injunction is in the public interest, as

Chapter 11 of the Bankruptcy Code expresses the public policy that entities be
allowed to reorganize their affairs, temporarily unimpeded by the collection efforts
of creditors. Issuance of an injunction would thus further the purposes of the
Bankruptcy Code in allowing Plaintiff to work unfettered in administering its Plan
and implementing its exit strategy through property sale; See – Exhibit 3.

A further and broader public interest would also be served by issuing the injunction. Plaintiff and his family will lose their home. Belcher's ability to carry out his livelihood will be severely impacted. And very important, close to \$500,000 in unsecured creditors will have no chance of seeing their positions satisfied.

There is no competing public interest in this case. Although Greenfield might contend that there is a public interest in allowing him to keep the property and evict the Belcher family, this interest will not be seriously undermined by a delay during the pendency of the Plaintiff's adversarial complaint. Therefore, the public interest is strongly served by the issuance of an injunction.

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NO COUNTERVAILING PUBLIC INTEREST

Plaintiff requests that the Court enter an order restraining Greenfield from any Unlawful Detainer action during the pendency of Belcher's adversarial claim; there being no rational public interest against such a request.

LIKELIHOOD OF SUCCESS ON THE MERITS

This factor has been defined to mean likelihood of success in confirming a plan of reorganization in Chapter 12 cases. Plaintiff has submitted his Plan in concert with this request, so Plaintiff easily satisfies this requirement; and Belcher's Plan is a simple one...allow him to sell his Property and each and every one of his creditors gets satisfied.

If Greenfield continues pursuit of its state court Unlawful Detainer action, it will have a significant monetary and life effect on not only the Plaintiff, but also the totality of Belcher's creditors..

- a. As the unlawful detainer trial fast approaches in just over a

 week from continued status hearing, we are asking this court to

 waive its usual notice and hearing requirements and provide

 temporary relief from pending eviction while adversarial

 #05048 moves forward.
- b. It is my belief that the given the urgency and exigencies of this Situation and the possibility of eviction, circumstances warrant this court waiving its usual notice and hearing requirements as per FRBP # and providing temporary protection to the Debtor and his family while this situation gets sorted.

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NOTICE

Notice to opposing and/or affected parties is a critical component of any hearing such as TRO nevertheless, I wish to advise the court that not only is Mr. Greenfield aware of this request in its initial iteration having received such by e-mail, but both he and his Unlawful Detainer counsel, Steve Naumchik, Esq., of the Law Offices of Todd Rothbard, have received **notice by e-mail** this day of this amended TRO request.

It is Applicant's belief that the given the urgency and exigencies of this situation and the possibility of eviction, circumstances warrants this court waiving its usual notice and hearing requirements as per FRBP #65 (b) way of FRBP 7065.

Respectfully Submitted,

THE KNIGHT LAW GROUP

By:

Noel Knight

Proposed Attorney for the Debtor Gregory Lamont Belcher

Dated: October 22, 2018

DECLARATIONS ON IRREPARABLE HARM TO DEBTOR MADE BY... GREGORY LAMONT BELCHER

NOEL KNIGHT

EXHIBITS

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